## PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



May 6, 2013

**Advice Letter 4474-G** 

Rasha Prince, Director Regulatory Affairs Southern California Gas 555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011

Subject: February 2013 Standby Procurement Charges

Dear Ms. Prince:

Advice Letter 4474-G is effective March 21, 2013.

Sincerely,

Edward F. Randolph, Director

Edward Randoft

**Energy Division** 



Rasha Prince
Director
Regulatory Affairs

555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011 Tel: 213.244.5141 Fax: 213.244.4957

RPrince@semprautilities.com

March 25, 2013

Advice No. 4475 (U 904 G)

Public Utilities Commission of the State of California

Subject: Daily Balancing Standby Rates for March 16-22, 2013

Southern California Gas Company (SoCalGas) hereby submits for filing revisions to its tariff schedules, applicable throughout its service territory, as shown on Attachment B.

# **Purpose**

This routine filing updates the Daily Balancing Standby Rates for the period of March 16, 2013 through March 22, 2013 in Schedule No. G-IMB, Transportation Imbalance Service, as authorized by the California Public Utilities Commission's (Commission) approval of SoCalGas' Advice Nos. 2651, 2651-A and 2651-B on December 26, 1997, which were filed in compliance with Decision (D.) 97-11-070, dated November 19, 1997, which modified Capacity Brokering Decision D.90-09-089 by adopting modifications to SoCalGas' balancing rules.

#### **Background**

As authorized in Schedule No. G-IMB, customers will be subject to balancing rules during the winter operating period. From November through March, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 50% of burn over a five-day period. As the Utility's total inventory in storage declines to the peak day minimum + 20 Bcf, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 70% of burn daily. As the Utility's total inventory in storage declines to the peak day minimum + 5 Bcf, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 90% of burn daily. Volumes not in compliance with the minimum delivery requirements will be purchased at the daily balancing standby rates described below. Imbalance trading and as-available withdrawal may not be used to offset the minimum delivery requirements. A complete description of the winter minimum delivery requirements is specified in Rule No. 30, Transportation of Customer-Owned Gas.

The Daily Balancing Standby Rates are calculated as follows:

- 1. During November through March customers are required to deliver (flowing supply and firm storage withdrawal) at a minimum of 50% of burn during a five-day period. Volumes not in compliance with the 50% five-day minimum delivery requirement are purchased at the daily balancing standby rate. The daily balancing standby rate is calculated as 150% of the highest Southern California Border price during the five-day period as published in "NGI's Daily Gas Price Index" including authorized franchise fees and, for retail customers, uncollectible expenses (F&U), and an authorized brokerage fee.
- 2. When the Utility's total inventory in storage declines to the "peak day minimum + 20 Bcf trigger", the minimum daily delivery requirement increases to 70%. The five-day period no longer applies. The daily balancing standby rate is 150% of the highest Southern California Border price per NGI's *Daily* Gas Price Index for the day (including F&U and brokerage fee) and is applied to each day's deliveries which are less than the 70% delivery requirement.
- 3. When the Utility's total inventory in storage declines to the "peak day minimum + 5 Bcf trigger", the minimum delivery requirement increases to 90% daily. Similar to the 70% regime, the five-day period no longer applies. The daily balancing standby rate is 150% of the highest Southern California Border price per NGI's Daily Gas Price Index for the day (including F&U and brokerage fee) and is applied to each day's deliveries which are less than the 90% delivery requirement.

As further authorized in Schedule No. G-IMB by the Commission's approval of SoCalGas' Advice No. 3018 on June 6, 2001, the Daily Balancing Standby Rates may be filed weekly to become effective immediately. In any event, the Daily Balancing Standby Rates shall be filed on or before the fifth business day of each month.

## **Requested Tariff Revisions**

The new rates are reflected in the attached Schedule No. G-IMB tariff sheets. The note at the end of the Daily Balancing Standby Rates section is revised to state that for the days of March 1-22, 2013 the Utility's total inventory in storage was above the "peak day minimum + 20 Bcf trigger" and therefore the five-day period applies. The work paper showing the calculation of these rates is incorporated herein as Attachment C.

#### **Protest**

Anyone may protest this Advice Letter to the Commission. The protest must state the grounds upon which it is based, including such items as financial and service impact, and should be submitted expeditiously. The protest must be made in writing and must be received within 20 days of the date this Advice Letter, which is April 14, 2013. There is no restriction on who may file a protest. The address for mailing or delivering a protest to the Commission is:

CPUC Energy Division Attn: Tariff Unit 505 Van Ness Avenue San Francisco, CA 94102

A copy of the protest should also be sent via e-mail to the attention of the Energy Division Tariff Unit (EDTariffUnit@cpuc.ca.gov). A copy of the protest should also be sent via both e-mail and facsimile to the address shown below on the same date it is mailed or delivered to the Commission.

Attn: Sid Newsom Tariff Manager - GT14D6 555 West Fifth Street Los Angeles, CA 90013-1011 Facsimile No. (213) 244-4957

E-mail: <a href="mailto:snewsom@SempraUtilities.com">snewsom@SempraUtilities.com</a>

# **Effective Date**

SoCalGas believes this Advice Letter is subject to Energy Division disposition and should be classified as Tier 1 (effective pending disposition) pursuant to GO 96-B. As authorized in Schedule No. G-IMB, the tariff sheets filed herein are to be effective for service on and after March 25, 2013, which is the date filed, and are to be applicable to the period of March 16, 2013 through March 22, 2013.

#### Notice

Α	copy of	this ad	/ice lette	r is bein	g sent to	the partie	es listed or	n Attachme	nt A.

Rasha Prince
Director – Regulatory Affairs

Attachments

# CALIFORNIA PUBLIC UTILITIES COMMISSION

# ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)						
Company name/CPUC Utility No. SOUTHERN CALIFORNIA GAS COMPANY (U 904G)						
Utility type:	tility type: Contact Person: <u>Sid Newsom</u>					
☐ ELC ☐ GAS	Phone #: (213) 244-2846					
☐ PLC ☐ HEAT ☐ WATER	E-mail: SNewsom	@semprautilities.com				
EXPLANATION OF UTILITY TY	YPE	(Date Filed/ Received Stamp by CPUC)				
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat WATER = Water						
Advice Letter (AL) #: 4475						
Subject of AL: Daily Balancing Stand	by Rates for March	16-22, 2013				
3						
Keywords (choose from CPUC listing):	Compliance, Non-	core, Procurement				
	<u> </u>	e-Time 🔀 Other Weekly				
If AL filed in compliance with a Comm	•	•				
D.97-11-070	,					
	ed AL? If so. identi	fy the prior AL No				
		drawn or rejected AL¹: N/A				
Summarize uniter ences between the tra	and the prior with	arawn or rejected riz v rviiz				
Does AL request confidential treatmen	t? If so, provide exp	lanation: No				
Resolution Required?   Yes   No		Tier Designation: 2 1 2 3				
Requested effective date: 3/25/13		No. of tariff sheets: <u>4</u>				
Estimated system annual revenue effec	ct: (%): <u>N/A</u>					
Estimated system average rate effect (	Estimated system average rate effect (%): N/A					
When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).						
Tariff schedules affected: G-IMB and TOCs						
Service affected and changes proposed <sup>1</sup> : N/A						
Pending advice letters that revise the same tariff sheets: 4447, 4469, 4471, and 4473						
Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:						
CPUC, Energy Division Southern California Gas Company						
Attention: Tariff Unit		Attention: Sid Newsom				
505 Van Ness Ave., 555 West 5th Street, GT14D6 San Francisco, CA 94102 Los Angeles, CA 90013-1011						
EDTariffUnit@cpuc.ca.gov SNewsom@semprautilities.com						

<sup>&</sup>lt;sup>1</sup> Discuss in AL if more space is needed.

# **ATTACHMENT A**

# Advice No. 4475

(See Attached Service List)

# ATTACHMENT B Advice No. 4475

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.	
Revised 49004-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 5	Revised 48996-G	
Revised 49005-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 6	Revised 48997-G	
Revised 49006-G	TABLE OF CONTENTS	Revised 49002-G	
Revised 49007-G	TABLE OF CONTENTS	Revised 49003-G	

# Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 5

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(Continued)

**RATES** (Continued)

<u>Daily Balancing Standby Rates</u> (Continued)

Daily Balancing Standby Rate, per therm (Continued)

March 2013 <u>Day</u>	Core Retail <u>DB-CR</u>	Noncore Retail <u>DB-NR</u>	Wholesale <u>DB-W</u>
11	\$0.56609	\$0.56724	\$0.56589
12	\$0.57677	\$0.57792	\$0.57655
13	\$0.57830	\$0.57945	\$0.57807
14	\$0.58440	\$0.58555	\$0.58416
15	\$0.57982	\$0.58097	\$0.57959
Period 3 High	\$0.58440	\$0.58555	\$0.58416
16	\$0.60729	\$0.60844	\$0.60700
17	\$0.60729	\$0.60844	\$0.60700
18	\$0.60729	\$0.60844	\$0.60700
19	\$0.62407	\$0.62522	\$0.62374
20	\$0.62102	\$0.62217	\$0.62070
Period 4 High	\$0.62407	\$0.62522	\$0.62374
21	\$0.62865	\$0.62980	\$0.62831
22	\$0.64086	\$0.64201	\$0.64049
23	N/A	N/A	N/A
24	N/A	N/A	N/A
25	N/A	N/A	N/A
Period 5 High	N/A	N/A	N/A
26	N/A	N/A	N/A
27	N/A	N/A	N/A
28	N/A	N/A	N/A
29	N/A	N/A	N/A
30	N/A	N/A	N/A
31	N/A	N/A	N/A
Period 6 High	N/A	N/A	N/A

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4475 DECISION NO. 97-11-070

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) DATE FILED Mar 25, 2013 Mar 25, 2013 **EFFECTIVE** RESOLUTION NO.

5H7

Revised Revised

CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO.

49005-G 48997-G

# Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 6

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(Continued)

**RATES** (Continued)

Daily Balancing Standby Rates (Continued)

Daily Balancing Standby Rate, per therm (Continued)

Note: For the days of March 1-22, 2013, the Utility's total inventory in storage was above the "peak day minimum + 20 Bcf trigger," and therefore the five-day period applies.

## **Revision of Rates**

The Standby Procurement Charge and the Buy-Back Rate shall be established effective the last day of each month. The Daily Balancing Standby Rate shall be established on NGI's *Daily* Gas Price Index. The Utility may file the Daily Balancing Standby Rate weekly to become effective immediately. In any event, the Daily Balancing Standby Rate shall be filed on or before the fifth business day of each month.

# SPECIAL CONDITIONS

- 1. Definitions of the principal terms used in this rate schedule are contained in Rule No. 1.
- 2. Imbalances of customers other than the Utility Gas Procurement Department or ESPs will be calculated by combining all of a customer's meters served under the same order control code, not by account or individual delivery point. The order control code is used by the Utility to group those facilities identified by the customer for determining the customer's imbalances. In the case of the Utility Gas Procurement Department the applicable Daily Forecast Quantity will be used. In the case of ESPs their applicable Daily Contract Quantity (DCQ) will be used.

(Continued)

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 4475
DECISION NO. 97-11-070

ISSUED BY

Lee Schavrien

Senior Vice President

(TO BE INSERTED BY CAL. PUC)

DATE FILED Mar 25, 2013

EFFECTIVE Mar 25, 2013

RESOLUTION NO.

**Secondary Market Transactions** 

CAL. P.U.C. SHEET NO. 49006-G 49002-G CAL. P.U.C. SHEET NO.

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(Continued)							
G-CP	Core Procurement Service						
GT-F	Firm Intrastate Transportation Service 48726-G,48727-G,45304-G,45305-G						
	for Distribution Level Customers 45306-G,45307-G,45308-G,47167-G						
	45310-G,45311-G,45312-G,45313-G						
GT-I	Interruptible Intrastate Transportation Service						
	for Distribution Level Customers 45317-G,47168-G,45319-G,45320-G						
GT-TLS	Intrastate Transportation Service for						
	Transmission Level Customers45321-G,48730-G,48731-G,48801-G,48572-G						
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G-OSD	Off-System Delivery Service47345-G*,47346-G,48315-G,47348-G						
G-BTS	Backbone Transportation Service						
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	47182-G,47183-G,47184-G,47185-G,47186-G,47187-G						
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G-POOL	Pooling Service						
G-BSS	Basic Storage Service						
	45769-G,45770-G,43051-G						
G-AUC	Auction Storage Service						
	32712-G,32713-G,36314-G,32715-G						
G-LTS	Long-Term Storage Service						
	45772-G,45773-G,43055-G						
G-TBS	Transaction Based Storage Service						

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4475 DECISION NO. 97-11-070

2H6

G-CBS

G-SMT

G-TCA

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) Mar 25, 2013 DATE FILED Mar 25, 2013 EFFECTIVE RESOLUTION NO.

45776-G,44933-G

T

49007-G 49003-G

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# **TABLE OF CONTENTS**

The following listed sheets contain all effective Schedules of Rates and Rules affecting service and information relating thereto in effect on the date indicated thereon.

<u>GENERAL</u>	Cal. P.U.C. Sheet No.
Title Page Table of ContentsGeneral and Preliminary Statement Table of ContentsService Area Maps and Descriptions Table of ContentsRate Schedules Table of ContentsList of Cities and Communities Served Table of ContentsList of Contracts and Deviations Table of ContentsRules Table of ContentsSample Forms  48189-G,473	49007-G,47379-G,48738-G 41970-G 48962-G,49006-G,48618-G 47970.1-G 47970.1-G 47374-G,48622-G
PRELIMINARY STATEMENT	
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Part III Cost Allocation and Revenue Requirement 45267-G,4520	68-G,45269-G,48711-G,47787-G
Part IV Income Tax Component of Contributions and Advances	48774-G,24354-G
Part V Balancing Accounts  Description and Listing of Balancing Accounts  Purchased Gas Account (PGA)  Core Fixed Cost Account (CFCA)  Noncore Fixed Cost Account (NFCA)  Enhanced Oil Recovery Account (EORA)  Noncore Storage Balancing Account (NSBA)  California Alternate Rates for Energy Account (CAREA)  Hazardous Substance Cost Recovery Account (HSCRA)  Gas Cost Rewards and Penalties Account (GCRPA)  Pension Balancing Account (PBA)  Post-Retirement Benefits Other Than Pensions Balancing Account	

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4475 \\ \text{DECISION NO.} & 97\text{-}11\text{-}070 \\ \end{array}$ 

ISSUED BY
Lee Schavrien
Senior Vice President

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{Mar\ 25,\ 2013} \\ \text{EFFECTIVE} & \underline{Mar\ 25,\ 2013} \\ \text{RESOLUTION NO.} \end{array}$ 

# ATTACHMENT C ADVICE NO. 4475 RATE CALCULATION WORK PAPER DAILY BALANCING STANDBY RATE FILING EFFECTIVE MARCH 16-22, 2013

Daily Balancing Standby Rate = 150% x (NGI's Price Index + F&U Charge) + Brokerage Fee
F&U Charge is 1.7262% of NGI's Price Index for Retail and 1.4837% for Wholesale
Brokerage Fee is 0.151 cents for Core Retail; 0.266 cents for Noncore Retail/Wholesale
(All rates are per therm)

March NGI's		Daily Balancing Standby Rates				
Day	<b>Price Index</b>	Core Retail	Noncore Retail	<b>Wholesale</b>		
1	\$0.36600	\$0.55999	\$0.56114	\$0.55981		
2	\$0.36000	\$0.55083	\$0.55198	\$0.55067		
3	\$0.36000	\$0.55083	\$0.55198	\$0.55067		
4	\$0.36000	\$0.55083	\$0.55198	\$0.55067		
5	\$0.37000	\$0.56609	\$0.56724	\$0.56589		
6	\$0.37600	\$0.57525	\$0.57640	\$0.57503		
7	\$0.37300	\$0.57067	\$0.57182	\$0.57046		
8	\$0.37200	\$0.56914	\$0.57029	\$0.56894		
9	\$0.37000	\$0.56609	\$0.56724	\$0.56589		
10	\$0.37000	\$0.56609	\$0.56724	\$0.56589		
11	\$0.37000	\$0.56609	\$0.56724	\$0.56589		
12	\$0.37700	\$0.57677	\$0.57792	\$0.57655		
13	\$0.37800	\$0.57830	\$0.57945	\$0.57807		
14	\$0.38200	\$0.58440	\$0.58555	\$0.58416		
15	\$0.37900	\$0.57982	\$0.58097	\$0.57959		
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17	\$0.39700	\$0.60729	\$0.60844	\$0.60700		
18	\$0.39700	\$0.60729	\$0.60844	\$0.60700		
19	\$0.40800	\$0.62407	\$0.62522	\$0.62374		
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21	\$0.41100	\$0.62865	\$0.62980	\$0.62831		
22	\$0.41900	\$0.64086	\$0.64201	\$0.64049		